# ATTACHMENT B

# Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

ZITO CANTON, LLC,

Complainant,

v.

Proceeding No. 17-284 File No. EB-17-MD-005

PPL ELECTRIC UTILITIES CORPORATION.

Respondent.

#### **DECLARATION OF COLIN HIGGIN**

#### I, COLIN HIGGIN, declare as follows:

- 1. I serve as Vice President and General Counsel of Zito Canton, LLC ("Zito"), with a general office address of 102 South Main Street, Coudersport, PA 16915. I make this Declaration in support of Zito's Amended Pole Attachment Complaint in the above-captioned case. I know the following of my own personal knowledge, and if called as a witness in this action, I could and would testify competently to these facts under oath.
- 2. I have served as Zito's Vice President and General Counsel for 11 years. In this role, I am responsible for all of Zito's legal affairs including, but not limited to, pole attachment disputes.
- 3. I have reviewed the allegations made in the Pole Attachment Complaint filed in this proceeding as well as the exhibits attached hereto, and verify that they are true and correct to the best of my knowledge, information and belief.

- 4. To construct its network in Pennsylvania, Zito requires access to poles owned or controlled by PPL Electric Utilities Corporation ("PPL").
- 5. Zito, through its predecessor entity, Retel TV Cable Co., Inc., entered into a Pole Attachment License Agreement dated January 14, 1991 ("1991 Agreement") with PPL in Pennsylvania pursuant to which Zito is authorized to attach to PPL owned and controlled poles ("1991 Agreement"). See Exhibit 1 (1991 Agreement). The 1991 Agreement superseded these parties' prior pole attachment agreement December 22, 1977 ("1977 Agreement"), which agreement was organized somewhat differently, but was materially similar to the 1991 Agreement in most other respects. See Exhibit 2 (1977 Agreement).
- 6. Pursuant to the 1991 Agreement, prior to attaching facilities to PPL's poles, Zito submits a pole attachment application to PPL that specifies the nature of the attachments requested and the particular poles to which attachment is sought.
- 7. The terms of the 1991 Agreement provide that, prior to attaching facilities to PPL-owned poles, Zito is responsible for conducting a "pre-attachment inspection" to determine whether the attachment can be made according to the specifications set forth in the 1991 Agreement, including the National Electrical Safety Code ("NESC") or, if any on-pole alterations or adjustments are required to accommodate the new proposed attachment ("makeready") and to design the work accordingly ("engineering"). See Exhibit 1 § 4.2. The 1991 Agreement also provides that PPL will conduct its own pre-attachment inspection but does not permit PPL to charge Zito for such second inspection. See Exhibit 1 § 4.7. In contrast, the parties' 1977 Pole Attachment included a post-attachment inspection provision at Section 4.7, which expressly stated that that the Licensee would pay the Licensor \$2 per pole inspected. See Exhibit 2, § 4.7.

- 8. Since prior to 2015, PPL has refused to accept Zito's pre-attachment inspection information and instead has performed the inspection, at Zito expense, using a third-party contractor. PPL also uses a third party contractor to design any required make-ready work. PPL selects and controls the third party contractors without any input from Zito, and charges Zito for the full cost of the contractor's pre-attachment inspection and make-ready design work.
- 9. The make-ready and pre-attachment inspection charges invoiced by PPL for its third-party contractors' services are significantly higher than charges imposed for similar work by other Pennsylvania pole-owning utilities and telecommunications providers.
- 10. In early 2016, Zito began to questioning PPL about the pre-attachment inspection process and related charges, as well as the proposed make-ready work solutions proposed by Zito's third party contractors. Specifically, Zito challenged PPL's pre-attachment survey and engineering work as going beyond what was necessary to determine whether and where Zito's attachments were feasible, and as unreasonably high, particularly in comparison to other pole owners. Zito also challenged PPL's refusal to process any of Zito's pole attachment applications until all disputed survey charges were paid. In addition, on numerous occasions, Zito requested additional cost details to enable Zito to assess the reasonableness of the high pre-attachment inspection and the proposed make-ready work and charges. See, e.g., Exhibit 3 (March 17, 2016) letter on which I am copied from Cherie Kiser, Esq., on behalf of Zito, to Thomas Magee, counsel to PPL); Exhibit 4 (May 17, 2016 letter on which I am copied from Cherie Kiser, Esq., on behalf of Zito, to Thomas Magee, counsel to PPL); Exhibit 5 (email dated May 19, 2016 from me to Ryan Yanek and Jose Silverio, both with PPL, responding to PPL notice that it would not be processing any new pole attachment applications from Zito, including those applications for which Zito had made payment, due to the parties' billing dispute); **Exhibit 6** (email dated

June 3, 2016 on which I am copied from Cherie Kiser, Esq., on behalf of Zito, to Thomas Magee, counsel to PPL); **Exhibit 7** (email dated June 9, 2016 on which I am copied from Cherie Kiser, Esq., on behalf of Zito, to Thomas Magee, counsel to PPL).

11. Zito has, on multiple occasions, attempted to resolve the disputed issues described above with PPL, including with assistance from outside counsel. From June to August, 2016, Zito participated in FCC staff-supervised mediation in an effort to resolve the parties' disputes. The mediation did not resolve the parties' dispute concerning PPL's unjust and unreasonable pre-attachment inspection process, its lack of essential cost detail related to is pre-inspection process and make-ready proposals, or its refusal to process applications until all disputed charges, including applications unrelated to the dispute, are paid.

I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct to the best of my knowledge.

Colin Higgin

Dated: November 13, 2017

# EXHIBIT 1

POLE ATTACHMENT LICENSE AGREEMENT
BETWEEN
PENNSYLVANIA POWER & LIGHT COMPANY
AND
RETEL TV CABLE COMPANY, INC.

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day of

, 1997, between PENNSYLVANIA POWER & LIGHT COMPANY, a Pennsylvania corporation, having its principal office in Allentown, Pennsylvania, ("Licensor") and RETEL TV CABLE COMPANY, INC. a Pennsylvania corporation, having its principal office in Williamsport, Pennsylvania, ("Licensee").

WHEREAS, Licensee furnishes, or is about to furnish, cable television service within Licensor's service territory in the Commonwealth of Pennsylvania; and

WHEREAS, Licensee desires to place certain of its facilities and apparatus on Licensor's poles; and

WHEREAS, Licensor agrees to issue to Licensee a revocable, non-exclusive license to attach certain of Licensee's facilities and apparatus on Licensor's poles upon the terms and conditions hereinafter set forth.

NOW THEREFORE, in consideration of the mutual convenants, terms and conditions herein contained, the parties hereto, intending to be legally bound, do hereby mutually convenant and agree as follows:

#### Definitions

For the purposes of this Agreement the following terms shall have the following meanings:

- 1.1 Pole Replacement Charge The fully allocated cost of furnishing and erecting a new pole plus labor costs to remove the old pole, less credit for the used life of the old pole, less betterment and salvage credits when applicable.
- 1.2 <u>Attachment</u> The binding or fastening of Licensee's facilities or apparatus on Licensor's poles by means of, but not limited to, bolts, lags and screws.
- 1.3 <u>Multiple Attachments</u> The binding or fastening of Licensee's additional facilities or apparatus, in excess of the first attachment, on any of Licensor's poles by means of, but not limited to, bolts, lags and screws.
- 1.4 <u>Guying Attachments</u> An attachment made to a pole of Licensor in lieu of an anchor rod used solely to support the main line cable and not as an extension for a service cable. Any guying attachment installed by Licensee, if required by Licensor, shall not be considered an attachment for which an attachment fee is required.
- 1.5 Non-Planned Attachments Any attachment or service drop made by
  Licensee on Licensor's poles without a permit due to unforeseen circumstances.
- 1.6 <u>Unauthorized Attachments</u> Any attachment of Licensee's facilities or apparatus on Licensor's poles (other than non-planned attachments) that is not covered by an approved permit.

- 1.7 <u>Pole Mounted Amplifier/Power Supply</u> Any amplifier or power supply that is affixed to and supported solely by Licensor's pole which shall not be considered an attachment for which an attachment fee is required.
- 1.8 <u>Strand Mounted Amplifier/Power Supply</u> Any amplifier or power supply that is supported solely by Licensee's wire or cable which shall not be considered an attachment for which an attachment fee is required.
- 1.9 <u>Field Inventory Survey</u> The periodic survey conducted by Licensor of Licensee's attachments on Licensor's poles.
- 1.10 <u>Pre-Attachment Inspection by Licensees</u> The inspection by Licensee of Licensor's poles to which Licensee desires to make attachments, as indicated on an application for permit, to assure Licensor that such attachments may be made according to the terms and conditions of this Agreement.
- 1.11 <u>Pre-Attachment Inspection by Licensor</u> The inspection by Licensor of Licensor's poles to which Licensee desires to make attachments, as indicated on an application for permit, to assure Licensor that such attachments may be made according to the terms and conditions of this Agreement.
- 1.12 <u>Make Ready Work</u> Work done by Licensor or its agent to a pole to which Licensee desires to make an attachment where the pole is inadequate, requires replacement or otherwise needs rearrangement of Licensor's existing facilities.

#### License

- 2.1 Licensor grants to Licensee a revocable, non-exclusive license to make attachments of Licensee's facilities and apparatus to Licensor's poles.
- 2.2a During the term of this Agreement or any renewal thereof, Licensee may initiate the making of attachments to Licensor's poles by submitting an application for permit to Licensor for approval. The form of application is attached as "Exhibit I." Licensor agrees to use its best efforts to process promptly each application for permit and to furnish Licensee, upon Licensee's request, an explanation of why any application has not been acted upon within sixty (60) days of the filing thereof.
- 2.2b Non-planned attachments may be made by Licensee to Licensor's poles provided that Licensee orally notifies Licensor that such attachments have been made and submits an application for permit to Licensor regarding such attachments within five (5) working days from the date of making such attachments.
- 2.3 With respect to the attachments referred to in Section 2.2a hereof, Licensee agrees that it shall make such attachments within ninety (90) days from the date approval is obtained from Licensor or within ninety (90) days from the date said poles are made available by Licensor for Licensee's use, whichever is later. Licensee agrees that failure to make such attachments within such period may result in the termination of its right to attach to those poles where installation has not been fully completed.

2.4 Nothing herein contained shall be construed as affecting the rights or privileges conferred by Licensor to others not parties to this Agreement, by contract or otherwise, to use any poles covered by this Agreement; and Licensor shall have the right to continue and to extend such rights or privileges. The attachment privileges herein granted shall at all times be subject to such contracts and arrangements. Licensor shall offer its good offices to Licensee and such other third parties in the resolution of any dispute affecting Licensee's facilities and apparatus on Licensor's poles and the responsibility for the payment of costs and expenses associated with the alteration of Licensee's facilities and apparatus arising out of or connected with such dispute.

# ARTICLE 3

#### Term of Agreement

- 3.1 This Agreement shall become effective January 1, 1991 and shall continue in full force and effect for a term of three (3) years and shall continue thereafter from year to year unless sooner terminated by either party by giving to the other not less than ninety (90) days written notice of its intention to terminate same.
- 3.2 Licensor reserves the right to terminate the license granted to Licensee for attaching to any specific pole or poles when, in Licensor's judgment, such action is necessary for the protection of its interests, or for reasons beyond its control or upon Licensee's failure to comply with any of the

terms and conditions of this Agreement by giving to Licensee ninety (90) days notice in writing of its intention to terminate same. If Licensor exercises its rights under Article 5.6 hereof, the notice of intent to terminate shall be void.

#### ARTICLE 4

# General Administrative Details and Procedures

- 4.1 The administrative details and procedures contained herein shall apply to all attachments made by Licensee and shall remain in effect until such time as a reasonable change is deemed necessary by Licensor. In the event changes are made, they shall be issued by Licensor to Licensee and shall become a part of this Agreement.
- **4.2** Licensee shall make a pre-attachment inspection of Licensor's poles to determine whether the attachments contemplated by Licensee can be made in accordance with the requirements of Article 5.
- 4.3 Licensor shall have the right to refuse to issue a permit to the Licensee for the attachment of Licensee's facilities and apparatus on Licensor's poles. If permission is refused, Licensor shall give Licensee a satisfactory reason therefor in writing. If a permit is issued by Licensor to Licensee, the attachments covered therein shall be made, operated, maintained, renewed, replaced and/or removed at Licensee's cost and expense in a safe condition and in strict conformity with the terms and conditions set forth in this Agreement.

- **4.4** Licensee may at any time during the term of this Agreement or any extension thereof remove all or part of the attachments made by Licensee by giving written notice to Licensor of its intention to remove said attachments. The form of notice is attached as "Exhibit II."
- **4.5** Licensee shall pay in advance Licensor's invoice for the estimated costs of all make ready work, including any pole replacement charge, where applicable.
- **4.6** Licensee shall pay Licensor in advance the Pole Replacement Charge for any pole replaced when Licensor requires the location then being used by Licensee for Licensor's own operating purposes or fulfillment of contractual obligations, unless the pole was previously replaced at Licensee's expense pursuant to Section 4.5.
- 4.7 Licensor shall make a pre-attachment inspection of each pole to which Licensee desires to make attachments as indicated on an application for permit. Such pre-attachment inspection shall not relieve Licensee of any responsibility, obligation or liability assumed by Licensee under this Agreement.
- 4.8 When for Licensor's own operating purposes or fulfillment of contractual obligations, Licensor is required to relocate or replace its poles or to make any change in the type, character or location of any of its facilities on its poles after Licensee has made attachments thereto, Licensor shall notify Licensee of such fact and of the time when such work will be performed. Licensee agrees that it will make the necessary transfers of its attachments at its expense at or before the time Licensor makes such replacement, relocation or change in Licensor's poles or facilities.

- **4.9** In no event shall Licensor rearrange or transfer Licensee's amplifier cabinets, power supplies or distribution cabinets. In addition, any attachment of Licensee that requires splicing in order to be rearranged or transferred shall be done by Licensee.
- 4.10 Licensor shall not be liable for any loss or damage to Licensee's attachments or the system of which they may be a part, including the loss of, or interference with the service or use of said attachments or system, by reason of performing any of the work of rearranging or transferring such attachments in a reasonable manner pursuant to any Article in the Agreement or the manner in which such work is performed.

### Specifications and Safety of Attachments

- 5.1 The specifications and safety requirements contained herein shall apply to all attachments made by Licensee and shall remain in effect until such time as a change is deed necessary by Licensor. In the event changes are made, they shall be issued by Licensor to Licensee and shall become a part of this Agreement.
- **5.2** All work undertaken pursuant to this Agreement shall be performed in accordance with the following:
  - (a) National Electric Safety Code, including all current and future supplements, as well as the National Electrical Code where applicable;
  - (b) Licensor's specifications attached as "Exhibit III;"
  - (c) All applicable rules and regulations of federal, state and local agencies having jurisdiction in this matter.
- 5.3 Licensee's attachments shall be made and maintained in good repair at Licensee's cost and expense in accordance with the specifications set forth in this Article.
- 5.4 Licensee agrees that during the construction, maintenance and operation of Licensee's facilities and apparatus, Licensee shall take the necessary precautions (whether said precautions are a result of the methods by which Licensee performs said work or the utilization of tools and devices during the performance of said work) to protect all persons (including employees of Licensor) and property against injury or damage that may result from Licensee's

attachments to Licensor's poles. It shall be Licensee's responsibility to properly instruct and train its employees as to the necessary precautions to be taken during the construction, maintenance and operation of Licensee's facilities and apparatus on Licensor's poles. Licensor shall not in any way be considered responsible for the adequacy or inadequacy of such instruction or training nor the adequacy or inadequacy of such precautions.

- 5.5 Each attachment shall be made, repaired, maintained and removed in a safe and workmanlike manner, preserving adequate pole climbing space and clearance between all wires and cables in accordance with Licensor's overhead distribution specifications so as not to interfere with the serviceability, maintenance, repair and replacement of Licensor's or others' wires and equipment.
- 5.6 Upon receipt of written notice from Licensor that any attachment made by Licensee interferes with Licensor's property, endangers its employees or conflicts with its use of said poles, Licensee shall, at its cost and expense, alter, rearrange, transfer, improve, renew or repair said attachment as outlined in Exhibit III. In the event of an emergency or failure by Licensee to comply, with written notice from Licensor within a specified period of time, the Licensor may alter, rearrange, transfer, improve, renew or repair said attachments, except as provided in Article 4.10, placed on said poles by Licensee, transfer them to substituted poles or perform any other work in connection with said facilities and apparatus as may be required in the maintenance, replacement, removal or relocation of said poles, the facilities thereon, or for the service needs of Licensor; Licensee shall, upon demand, reimburse Licensor for all reasonable expenses thereby incurred.

#### Attachment Fees

6.1 With the effective date of this Agreement, Licensee agrees to pay Licensor, in advance, an annual attachment fee of five and 50/100 (\$5.50) dollars per attachment per pole for each attachment made pursuant to this Agreement. This attachment fee shall remain in effect until such time as an increase is deemed necessary by Licensor; provided, however, no change in the attachment fee shall be made from 1/1/91 through 12/31/91 and increases shall not occur more than once per calendar year thereafter during the term of the Agreement. In the event an increase is made in the attachment fee, Licensor shall notify Licensee of such increase in writing prior to the effective date of such increase. The per attachment per pole fee shall be calculated by application of Licensor's then current FERC Form No. 1 data to the Formula For Determining Maximum Lawful Pole Attachment Rate as promulgated by the Federal Communications Commission or any successor formula promulgated by an agency having jurisdiction over agreements for use of poles between Licensor and Licensee. Any increase in the attachment fee during the term of this Agreement shall be the lesser of seven (7%) percent of the then existing attachment fee or the amount required to increase the attachment fee to the calculated maximum rate. In the event any such increased attachment fee should be decreased during the term of this Agreement pursuant to Licensor's FERC data and such formula the amount of the decrease shall be the lesser of seven (7%) percent of the existing attachment fee or the amount required to reduce the attachment fee to the calculated maximum rate; provided, however, in no event shall the attachment

fee be reduced in amount to less than five and 50/100 (\$5.50) dollars of any increased attachment fee and decreases shall not occur more than one per calendar year during the term of this Agreement.

- 6.2 If as a result of a field inventory survey, Licensor determines that Licensee has made attachments to Licensor's poles without having complied with the provisions of Article 2.2a and 2.2b, Licensee agrees to pay to Licensor, commencing with the effective date of this Agreement, its costs of conducting said field inventory survey at the agreed rate of thirty (\$30.00) dollars for each unauthorized attachment. If the number of unauthorized attachments exceeds two (2%) percent of Licensee's attachments listed on Licensor's billing records at the start of the survey, Licensee shall pay Licensor fifty (\$50.00) dollars for each unauthorized attachment found as a result of the survey. Licensor agrees to provide Licensee with proper documentation necessary to identify and locate the unauthorized attachments. Licensee agrees to review and meet with Licensor to finalize the results of said surveys within a reasonable timeframe not to exceed ninety (90) days from Licensee's receipt of survey results.
- 6.3 Should any permit be terminated by Licensor without any breach on the part of Licensee before the expiration of any full year or part thereof for which attachment fees shall have been paid, then and not otherwise, Licensor shall refund to Licensee such part of said attachment fees corresponding to the unexpired portion of such year.

- 6.4 Annual attachment fees shall be payable in equal quarterly installments. The first such installment will be due net thirty (30) days of the invoice date and the remaining installments will be due 90, 180 and 270 days after the invoice date.
- 6.5 If Licensee fails to make the necessary transfers of Licensee's attachments which are the subject of Article 4.8 in accordance with Licensor's time schedule, Licensor shall have the right, but not the duty, to perform such transfers. All attachments transferred by Licensor shall be permanently installed. In such event Licensee shall pay Licensor a fixed fee of ten (\$10.00) dollars for each attachment required to be transferred.
- 6.6 If Licensor is required to return to the work site to remove a replaced pole as a result of Licensee's failure to rearrange or transfer its facilities and apparatus pursuant to Article 4.8 in accordance with Licensor's time schedule, Licensee shall pay Licensor a fixed fee of one hundred (\$100.00) dollars per pole.
- 6.7 Section 6.6 may be waived by Licensor if Licensee is at the work site with the Licensor but is unable to perform said rearrangements or transfers through no fault of its own.
- 6.8 Except as set forth in Article 6.4, all fees and charges due from Licensee are payable within thirty (30) days after the date of Licensor's invoice to Licensee. Any invoiced amount, or portion thereof, for which payment has not been received by Licensor within thirty (30) days after the date of the invoice shall be past due. Past due amounts shall bear a service charge at the rate of one and one half (1.5%) percent per month (eighteen (18%) percent per annum), compounded monthly, commencing with the date of the invoice.

# Property Rights

Nothing herein contained shall be construed to confer upon Licensee any property rights in Licensor's poles, to compel Licensor to maintain its poles longer than its business requires, or as a guarantee to Licensee of permission from municipal or other governmental authorities to place or maintain its attachment on said poles or the right or permission to sublet space on Licensor's poles to others.

#### ARTICLE 8

# **Enforcement** of Agreement

Licensor's failure to enforce or insist upon compliance with any of the terms or conditions of this Agreement or any other terms and conditions incorporated in any permit issued hereunder shall not constitute a waiver or relinquishment by Licensor of any of said terms or conditions.

#### Interruption of Licensee's Business

Licensor shall not be liable to the Licensee for any delay, interruption or interference, electrical or otherwise, with Licensee's business or with the operation of its facilities and apparatus caused by Licensor's facilities, electrical phenomena or any other cause, including Licensor's activities under Article 4, or for any claim for loss, cost, damage or expense incurred by the Licensee or any of its customers or employees, and Licensee shall indemnify and save Licensor harmless from all such claims. Licensor shall endeavor to provide Licensee with prior notification of any planned electrical outage.

#### ARTICLE 10

#### Public and Private Rights of Way

When obtaining right of way agreements from property owners for its facilities, Licensor shall use its best efforts to include a provision which will allow the attachments of wires and cables of other parties to Licensor's poles. Licensor makes no guarantee it will secure permission from property owners, municipalities, public agencies or other third parties for the use of its poles by Licensee. Licensor and Licensee are ultimately responsible for securing and maintaining their own rights. If objection is made by any property owner, municipality, public agency or third party in connection with placing, maintaining, renewing, operating, replacing and removal of Licensee's

attachments on Licensor's poles and Licensee is unable to adjust the matter satisfactorily in a reasonable time, Licensor may, upon written notice, require Licensee to remove from Licensor's poles at Licensee's expense the attachments which are the subject of the objection.

#### ARTICLE 11

#### Liability

Licensee shall indemnify and save harmless and protect Licensor from and against any loss or expense resulting from injury or damage to any person or property, including injury or death to employees or damage to the property of Licensor or Licensee, arising out of, resulting from or in any manner caused by the placing, maintaining, renewing, operating, replacing or removal of said attachments on Licensor's poles, or by the acts or omissions of Licensee's agents or employees while engaged in the work of placing, maintaining, renewing, operating, replacing or removal of said attachments on said poles including all costs, charges, expenses and attorney's fees reasonably incurred in connection with such injury or damage. The principles of comparative negligence, as defined in the statutes of the Commonwealth of Pennsylvania, shall apply regarding any cost, loss, or expense for which Licensee otherwise owes Licensor indemnity hereunder.

Licensee agrees to indemnify and save harmless Licensor from any legal fees and expenses incurred by Licensor in defending itself concerning any matter addressed in this Article.

## **INSURANCE**

12.1 LICENSEE shall, without cost to LICENSOR, obtain or cause to be obtained and shall maintain or cause to be maintained with insurance companies of recognized responsibility and acceptable to LICENSOR, the following insurance coverages, hereinafter referred to as the "Required Coverages":

	TYPE OF COVERAGE MIN	IMUM AMOUNT REQUIRED
(a)	Workers' Compensation	Statutory
	Employer's Liability	\$100,000
·	•	
(b)	Comprehensive General Liability	
	Bodily Injury & Property Damage	\$500,000
		Combined Single Limit
	The following coverages shall be	
	included:	
	(a) Contractual Liability	
	(b) Owner/Contractors Protective	
	Liability	
	(c) Broad Form Property Damage	
(c)	Comprehensive Vehicle Liability	
	Bodily Injury & Property Damage	\$500,000
		Combined Single Limit
	Said coverage shall cover all licensed	
	or unlicensed vehicles and/or automotiv	ve

equipment owned, leased or rented.

12.2 LICENSEE shall furnish proof of the Required Coverages in the form of an insurance certificate acceptable to LICENSOR. Such Certificates shall provide that LICENSOR be notified, in writing, prior to the cancellation of any policy. Should any coverage be scheduled to expire during performance of this Agreement, proof of renewal shall be provided to LICENSOR at least ten days in advance of expiration.

A certificate for any coverage written on a claims-made form shall specify any applicable retroactive date and/or any exposure, location, etc., specifically excluded. In addition, any coverages written on a claims-made basis shall be maintained for a minimum period of five years after completion of work under this contract.

All certificates shall be furnished to LICENSOR at the following address:

Pennsylvania Power & Light Company 1005 Brookside Road Allentown, PA 18106-9494

12.3 LICENSEE'S liability is not limited to the amount of insurance coverage required in Section 12.1.

#### Bonding

Licensee may at any time during the term of this Agreement be required to furnish a payment bond naming Licensor as obligee. In lieu of a payment bond Licensee may provide other satisfactory evidence of financial security naming Licensor as beneficiary. In all events the amount of Licensee's security shall be equal to the amount of Licensee's annual pole attachment fees or ten thousand (\$10,000) dollars, whichever is greater. Said security shall guarantee the payment of any sum for fees due hereunder or charges for work performed for the benefit of Licensee. The attached "Exhibit IV" is a form of bond acceptable to Licensor if bonding is required of Licensee.

#### ARTICLE 14

#### Assignment of Rights

- 14.1 Licensee shall not assign or transfer this Agreement or any right or authorization granted hereunder and this Agreement shall not be applied to the benefit of Licensee's successors or assigns without the prior written consent of Licensor, which consent shall not be unreasonably withheld.
- 14.2 In the event such consent or consents are granted by Licensor, this Agreement shall extend to and bind the successors and assigns of the parties hereto.

#### Prior Agreements

This Agreement supersedes all previous agreements, whether written or oral, between Licensee and Licensor for the placement or attachment and maintenance of Licensee's facilities and apparatus on Licensor's poles and there are no other provisions, terms or conditions to this Agreement except as expressed herein.

Milhou	By Manager-Distribution
WITNESS	RETEL TV CABLE COMPANY. INC.

WITNESS

Jaffrey & Highes

PENNSYLVANIA POWER & LIGHT COMPANY

# APPLICATION AND PERMIT FOR LICENSE TO MAKE ATTACHMENTS OF TELEVISION CABLE AND NECESSARY APPURTENANT FACILITIES

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Item No.	(Stree	Location t Name, Highway Rou	ıte No., etc.)	Grid Coordinate (PP&L Pole No.)	Cables	Amplifiers	Non-Rent
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			Name of Comp	any Applying for Po	i	<del></del>	
Pre-Attachment Field Check: Initials		Initials					
PENNSYLVANIA POWER & LIGHT COMPANY							
Entered	d by		Ву				
Date Effective Attachment Date							

# NOTIFICATION OF REMOVAL OF TELEVISION CABLE AND NECESSARY APPURTENANT FACILITIES

Compa	ny Code	PP&L Removal No.	CATV Appl. No.			
Pennsylvania Power & Light Compa		& Light Company,	Date			<del></del>
		th the terms of our pole attachm records poles shown in schedule		dly		
Locat	ion of Pole(s)			ø		
Loca	ion of forees,	(City, Borough or Township)	(Co	unty	y)	
Item No.		Location ame, Highway Route No., etc.)	Grid Coordinate (PP&L Pole No.)	Cables	Amplifiers	Non-rent
$\frac{1}{2}$						
3						
5				$\vdash$		
6						
8						
9				-		
11						二
12 13				$\vdash$	-	-
14						
15 16						$\dashv$
17			TOTAL		-	_
			TOTAL			
		Name of Compa	any Removing Attach	nmen		
			-			
		Title				
		PENNSYLVANIA POWE	ER & LIGHT COMPANY			
Entere	ed by	By				<del></del>
	Date	Effective Removal	Date	and the second seco	· · · · · · · · · · · · · · · · · · ·	

Pennsylvania Power & Light Company

Allentown, Pennsylvania

Utility Reference Specification

URS- 3002

Issued: 8-4-89

Sheet 1 of 8

EXHIBIT III

**URS-3002** 

Replaces A-157649

Pole Line Construction Requirements For Attachment of Cable TV Facilities On PP&L Company Poles

Sponsor GAD CU= S. A. Olinick, D. E. Fritz Approved

E. R. Hertzog

# Reference Notes for Drawings

#### General

- 1. Any rearrangement of PP&L facilities necessary to accommodate Cable TV Company (CATV) attachments must be negotiated prior to making the attachment.
- 2. Bolt ends must not project more than one inch beyond the nut.

#### Cable Attachments

- 3. Wood arms for any CATV attachment are not permitted for new installations, except with the prior approval of PP&L division distribution personnel for each location.
- 4. CATV cables must be attached either directly to the pole surface or with metallic or fiberglass offset-type brackets. Offset brackets are usually used to provide the required horizontal clearance to buildings, signs, trees, and similar facilities, or to reduce the change in direction (angle) of the cable. Offset brackets cannot be used to avoid required vertical clearances.

#### Cable Position

- 5. All of the CATV's cables (line conductors) must be attached to the same side of the pole.
- 6. Prior to the installation of CATV cables on the PP&L pole, the CATV representative must contact division distribution personnel to discuss and agree upon pole attachment locations for the CATV cables. Attachments of a CATV tap cable in a position on the pole in the direction of the service or tap are permitted.
- 7. After individual pole attachment locations are agreed to, per paragraph #6, any CATV cable location changes including crossover construction must be resubmitted to and approval given by division distribution personnel.

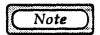
# Amplifier, Power Supply and Distribution Cabinet Attachments

- 8. Amplifier or distribution cabinets with or without power supply may be mounted directly on the pole or suspended from the CATV cable suspension strand. Do not install pole-mounted cabinets and service entrance equipment on:
  - Junction poles a pole where the PP&L primary line runs in three or more directions.
  - · Poles with underground riser conduit.
  - Poles with similar attachments such as capacitor controls, line switch operating handles, controls for fire alarm, police signal, traffic control, or an existing meter of another company.
  - Transformer poles which are not accessible to an aerial lift vehicle.

- 9. The maximum size pole-mounted cabinet allowed is 22"wide x 16-1/2" deep x 30" high. Cabinets must be mounted using externally accessible hardware. Do not install more than one cabinet on the same pole.
- 10. Install and effectively ground cabinets and meter bases in accordance with the latest revision of PP&L "Rules for Electric Meter and Service Installations," except for the mounting height of the meter; see sheet 7 of this specification.

# Clearance Requirements

11. Minimum clearances between PP&L, CATV, and telephone facilities must be in accordance with the latest edition of the National Electrical Safety Code (NESC).



Offset brackets may not be used in lieu of required vertical clearances.

- 12. On PP&L poles supporting telephone facilities the CATV facilities must be located above the telephone company facilities with a minimum vertical clearance of 12 inches unless reduced spacing is agreed to by the telephone company.
- 13. The minimum vertical clearance above surfaces at the low point in span must be in accordance with the NESC, but in no case less than the values given below unless reviewed and approved by the division operating manager.
  - 15 ft minimum to ground over spaces accessible to pedestrians only, residential driveways, or commercial areas not subject to truck traffic.
  - 18 ft minimum to ground along and within the rights-of-way, overhanging, or crossing: roads, streets, alleys, parking lots, or other areas subject to truck traffic.
  - 27 ft minimum to the top of rail of railroad tracks and the Pennsylvania Tumpike.
- 14. Any device mounted on a CATV cable suspension strand must be 15 inches minimum from the pole face at its nearest point to assure adequate climbing space.
- 15. A vertical run of CATV cable(s) attached to the pole surface must be covered with wood molding, or other suitable non-metallic material.
- 16. A vertical run of CATV cable(s) must have the following clearance from through bolts or other metal objects which are associated with PP&L equipment:
  - · one-eighth of pole circumference, or
  - · two inches.

whichever value is greater.

# Guying

17. The CATV, when attaching to PP&L poles, must guy unbalanced loads imposed on the pole by dead ending or changes in direction of the CATV distribution cable or strand. Dead end and large angle (change in cable direction) construction must be guyed. Guy small angle construction when PP&L and/or telephone company facilities on the pole, and following similar routes, are also guyed.

- 18. When a CATV cable is being added to an unguyed angle pole to which PP&L and/or telephone company facilities are attached, PP&L will determine the need for guying, and the CATV must install the guy(s) as specified.
- 19. Install all guys before installing the CATV cable suspension strand.

# **Emergency Electric Supply**

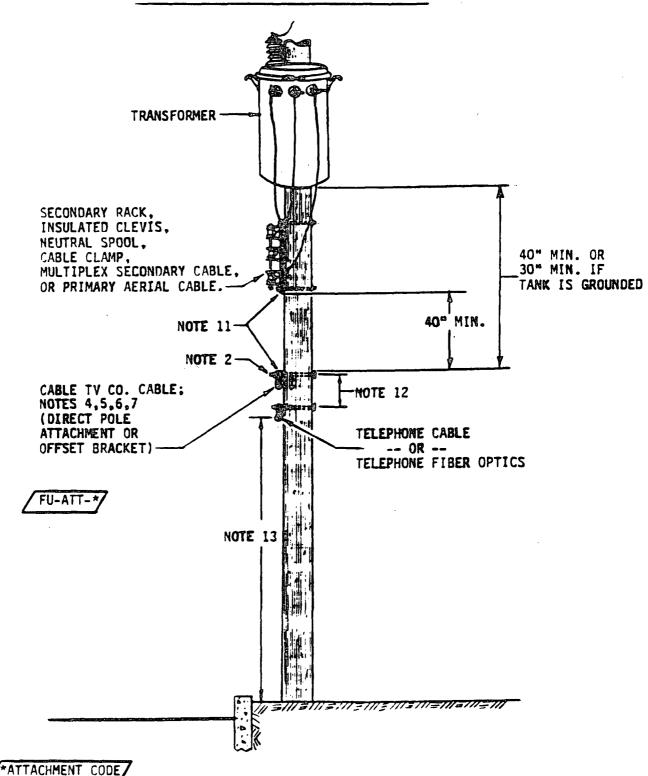
20. Generators or other means of emergency electric supply to CATV facilities are prohibited – unless specifically approved by the division operating manager. Installations of emergency electric supply equipment must conform with the latest revision of PP&L "Rules for Electric Meter and Service Installations."

The type of device to be used must assure that there cannot be an interconnection between the emergency electric supply and the PP&L electrical system, and must be approved by the division operating manager.

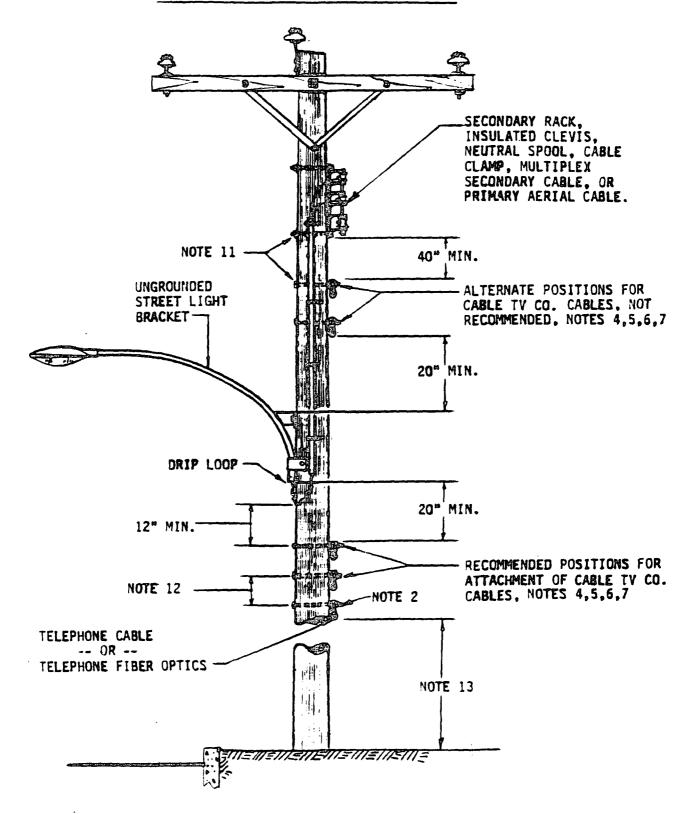
# Bonding

- 21. On 12 kV and 4 kV multigrounded PP&L lines, the CATV must install and maintain an electrical bond between the CATV cable suspension strand and the PP&L vertical pole ground wire. There must be at least five locations per mile with not more than 1,000 ft between these bonding locations. Make the electrical bond using #6 AWG copper wire and connectors suitable for the purpose.
- 22. The CATV must install and maintain an electrical bond using #6 AWG copper wire between each CATV guy wire and the CATV cable suspension strand.
- 23. On PP&L lines which are not multigrounded, the CATV must not bond either its guys or its cable suspension strand to the PP&L vertical pole ground wire unless specifically directed to do so by division distribution personnel.

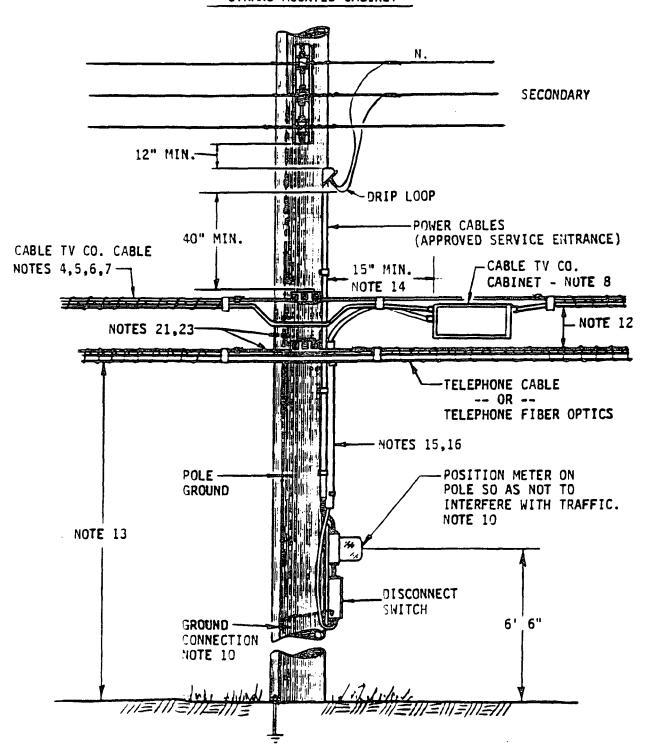
### ATTACHMENT OF CABLE TV COMPANY CABLES



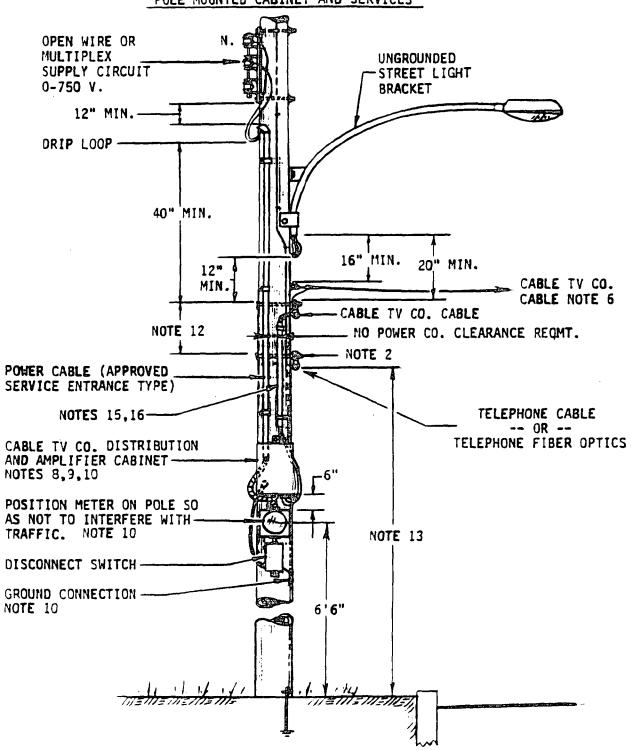
### ATTACHMENT OF CABLE TV COMPANY CABLES



## ATTACHMENT OF CABLE TV COMPANY DISTRIBUTION OR AMPLIFIER CABINET AND SERVICES STRAND MOUNTED CABINET



## ATTACHMENT OF CABLE TV COMPANY DISTRIBUTION OR AMPLIFIER CABINET AND SERVICES POLE MOUNTED CABINET AND SERVICES



Surety			
Home Office			
	Bond No.		
KNOW ALL MEN BY THESE PRESENTS,	a corporation		
or partnership or sole proprietorship of the			
having its principal office at	·		
(hereinafter called "Principal" or "Licensee'			
a corporation of the state of	having its principal office at		
, as Surety	(hereinafter called "Surety"), are		
held and firmly bound unto Pennsylvania Power	r & Light Company, a corporation of		
the State of Pennsylvania having its principa	al office at Two North Ninth Street,		
Allentown, Pennsylvania 18101, as Obligee (he	ereinafter called "Obligee" or		
"Licensor") in the full and just sum of	, to the payment of which		
sum, well and truly to be made, the Principal	(or Licensee) and the Surety bind		
themselves, their and each of their heirs, ex	ecutors, administrators,		
successors, and assigns, jointly and severall	y, firmly by these presents.		
SIGNED, sealed and dated this day	of, 19		
WHEREAS, the Principal (or Licensee) has ente	red into a written Pole Attachment		
Agreement dated with the Ob	ligee (or Licensor) for the		
attachment of its community antenna televisio	n cable and necessary appurtenant		
structures to and rental and use of utility p	oles, and in accordance with the		
drawings and specifications as included in sa	id Pole Attachment Agreement, which		
Pole Attachment Agreement is hereby referred	to and made a part hereof as fully		
and in the same context as if copied at lengt	h herein.		
NOW THEREFORE the condition of the above ob	ligation is such. That if the above		

NOW, THEREFORE, the condition of the above obligation is such, That if the above bounded Principal (or Licensee) shall well and truly keep, do and perform, each and every, all and singular, the matters and things said Pole Attachment

Agreement, dated		set forth an	nd specified	to be by	the said
Principal (or Licensee)	kept, done	and performed	d at the tim	e and in	the manner
in said Pole Attachment	Agreement s	ecified, and	i shall pay	over, mak	e good and
reimburse to the above	named Oblige	(Licensor)	all loss an	d damage	which said
Obligee (Licensor) may	sustain by re	ason of fail	lure or defa	ult on the	e part of
the said Principal (or I	Licensee) the	n this obliq	jation shall	be void;	otherwise
to be and remain in ful	1 force and e	effect.			

That as recited in Article 13, of said Pole Attachment Agreement, Surety agrees it will pay to the Obligee (or Licensor) within the dollar limits of this bond and sums demanded by the Obligee (Licensor) as due under this agreement, whether or not the Principal (or Licensee) contests its liability to pay such sums, and whether or not the Obligee (or Licensor) exercises or has exercised any option it may have to terminate said agreement.

This bond is furnished pursuant to Article 13, of said Pole Attachment Agreement and shall continue in effect for a term of at least one year, or as revised.

It is further understood and agreed between parties hereto that, if the Surety shall so elect, this bond may be cancelled by said Surety giving One Hundred Eighty (180) days advance notice in writing by registered mail, addressed to the Utility/Highway Coordinator - Attn. Mr. M. J. Powl, Pennsylvania Power & Light Company, Two North Ninth Street, Allentown, Pennsylvania 18101, of its intentions to terminate and this bond shall be deemed terminated at the expiration of said One Hundred Eighty (180) days, provided, however, that said surety shall remain liable for any and all liability covered by this bond which had been incurred to the date of such termination.

Principal of Licensee	Surety	
		_
By:	By:	_
Title:	Title:	

## EXHIBIT 2

POLE ATTACHMENT AGREEMENT

BETWEEN

PENNSYLVANIA POWER & LIGHT COMPANY

AND

RETEL TV CABLE CO.

## INDEX OF CONTENT

Article	Content
1	Permission to Attach
2	Terms of Agreement
3	Definitions
4	General Administrative Details and Procedures
5	Specifications and Safety of Attachments
6	Attachment Fees
7	Rights of Property
8	Enforcement of Agreement
9	Interruption of Licensee's Service
10	Governmental, Municipal and Private Right of Way
11	Liability
1,2	Insurance
13	Bonding
14	Assignment of Rights
15	Supersedure of Previous Agreement(s)

THIS AGREEMENT, made this 22nd day of , 1977, between PENNSYLVANIA POWER & LIGHT COMPANY, a Pennsylvania corporation, having its principal office

in the City of Allentown, Lehigh County, Pennsylvania, hereinafter called "Licensor" and RETEL TV CABLE CO.

DECEMBER

, a sole proprietorship

CONTROCKATION, having its principal office in the Township of Old Lyc. Lycoming County, Pennsylvania , hereinafter called "Licensee".

#### WITNESSETH:

WHEREAS, Licensee furnishes, or is about to furnish, community antenna television service in the Commonwealth of Pennsylvania within the certificated territory of Licensor; and

WHEREAS, Licensee desires to place certain of its community antenna television facilities and apparatus on poles of the Licensor; and

WHEREAS, Licensor to the extent that it has a legal right so to do, is willing to grant permission to Licensee to attach certain of Licensee's facilities and apparatus to Licensor's poles upon the terms and conditions hereinafter set forth.

NOW THEREFORE, in consideration of the mutual covenants, terms and conditions herein contained, the parties hereto intending to be legally bound, do hereby mutually covenant and agree as follows:

### ARTICLE 1

## Permission to Attach

- 1.1 Licensor, to the extent that it has a legal right so to do, hereby grants permission to Licensee to make attachments of Licensee's community antenna television cable and necessary appurtenant facilities to the poles of Licensor, as are designated in the dated schedule marked "Exhibit I" attached hereto and made a part hereof.
- 1.2 Licensee may during the term of this Agreement or any renewal thereof make attachments to additional poles of Licensor by submitting an application to Licensor and obtaining Licensor's approval thereof. The form of application to be used by Licensee is attached hereto as "Exhibit II". Non-planned attachments may be made by Licensee to poles of Licensor provided that Licensee verbally notifies Licensor that such attachments have been made, and submits an application to Licensor for such attachments within forty-eight (48) hours from the date of making such attachments.
- 1.3 With respect to the attachments referred to in Section 1.2 hereof, Licensee agrees that it shall make such attachments within ninety (90) days from the date approval is obtained from Licensor or within ninety (90) days from the date said poles are made available for Licensee's use. It is understood by Licensee that failure to make such attachments within such ninety (90) day period may result in the termination of the right to attach to those poles where the installation has not been fully completed.

1.4 Nothing herein contained shall be construed as affecting the rights or privileges previously conferred by Licensor to others not parties to this Agreement, by contract or otherwise, to use any poles covered by this Agreement; and Licensor shall have the right to continue and extend such rights or privileges. The attachment privileges herein granted shall at all times be subject to such existing contracts and arrangements.

### ARTICLE 2

## Term of Agreement

This Agreement shall become effective January 1, 1978 and shall continue in full force and effect for a term of one year and thereafter from year to year unless sooner terminated by either party by giving to the other not less than ninety (90) days written notice of its intention to terminate same.

Furthermore, Licensor reserves the right to terminate the permission granted to Licensee for attaching to any specific pole or poles, when in Licensor's sole judgment such action is necessary for the protection of its own interests, for reasons beyond its own control or upon Licensee's failure to comply with any of the terms and conditions of this Agreement, by giving to Licensee ninety (90) days notice in writing of its intent to terminate same.

## ARTICLE 3

## Definitions

For the purpose of this Agreement the following terms when used herein shall have the following meaning:

- 3.1 Net-Non Betterment Cost Cost of furnishing and erecting a new pole, less credit for used life of the existing pole multiplied by the applicable used life ratio.
- 3.2 Attachment The binding or fastening of Licensee's facility to the poles of Licensor by means of, but not limited to bolts, lags and screws.
- 3.3 Multiple Attachments The binding or fastening of additional attachments, in excess of the first attachment to any particular pole of Licensor, by means of, but not limited to bolts, lags and screws. Guying attachments maintained by Licensee, if said attachments are required by Licensor, shall not be considered an attachment.
- 3.4 Non-Planned Attachments Any attachment made by Licensee to the pole or poles of Licensor without a license due to extreme circumstances.
- 3.5 Unauthorized Attachments Any attachment of Licensee's facilities to Licensor's poles that are not covered by a license that are discovered as a result of a field inventory survey.
- 3.6 Pole Mounted Amplifier/Power Supply A pole mounted amplifier or pole mounted supply shall mean those amplifiers or

power supplies that are affixed to and supported solely by Licensor's pole.

- 3.7 Strand Mounted Amplifier/Power Supply A strand mounted amplifier or strand mounted power supply shall mean those amplifiers or power supplies that are supported solely by Licensee's wire or cable.
- 3.8 Field Inventory Survey The periodic survey conducted by Licensor of Licensee's attachments on poles of Licensor.
- 3.9 Pre-Attachment Inspection The inspection of Licensor's poles by Licensee to determine whether or not attachments may be made according to the specifications set forth by this Agreement.
- 3.10 Post Attachment Inspection The inspection by Licensor of Licensee's attachments made to the poles of Licensor, as indicated on application for license, to assure Licensor that such attachments have been made according to the terms and conditions of this Agreement.
- 3.11 Make Ready Work Work done by Licensor to a pole or poles to which Licensee desires to make an attachment but is inadequate, requires replacement or otherwise needs rearrangements of the Licensor's existing facilities.

### ARTICLE 4

## General Administrative Details and Procedures

4.1 The administrative details and procedures contained herein shall apply to all attachments made by Licensee pursuant

to this Agreement and shall remain in effect until such time as a change in said details and/or procedures are deemed necessary by Licensor. In the event changes are made to such details and/or procedures they shall be issued by Licensor to Licensee and when issued shall form a part of this Agreement.

- 4.2 Licensee shall make a pre-attachment inspection to determine whether the attachments contemplated by Licensee can be made in accordance with the requirements of Licensor as set forth in Article 5 of this Agreement.
- 4.3 Licensor shall have the sole right to refuse to issue a permit to the Licensee for the attachment of Licensee's facilities to any pole or poles of Licensor. If, however, a permit is issued by Licensor to Licensee, the attachments covered herein shall be made, operated, maintained, renewed, replaced and/or removed at Licensee's sole cost and expense in a safe condition and in strict conformity with the terms and conditions set forth in this Agreement.
- 4.4 Licensee may at any time during the term of this Agreement or any renewal thereof remove all or part of the attachments made pursuant to this Agreement by giving written notice to Licensor of its intentions to remove said attachments. The form of notice to be given by Licensee to Licensor is attached as "Exhibit III".
- 4.5 Licensee shall pay Licensor in advance, the estimated costs of transferring or rearranging Licensor's facilities, including

the replacement of poles, or the strengthening of poles, or guying required to accommodate the attachments of Licensee.

- 4.6 Licensee shall pay to Licensor the Net-Non Betterment cost of any pole replacement when Licensor requires the location then being used by Licensee unless the pole was previously replaced at Licensee's expense pursuant to Section 4.5 hereof.
- 4.7 Licensor shall make a post-attachment inspection of each new installation of Licensee's facilities on Licensor's poles and Licensee shall pay Licensor for the expense of such inspection at the rate of \$2.00 per pole inspected. Such post-attachment inspection by Licensor shall not relieve Licensee of any responsibility, obligation or liability assumed by Licensee under this Agreement.
- 4.8 If, for any reason, Licensor is required to relocate or replace its pole or to make any change in the type, character or location of any of its facilities on such pole after Licensee has made attachments thereto, Licensor shall notify Licensee of such fact and of the time when such work will be performed. Licensee agrees that it will make the necessary rearrangements or transfers of its attachments at its own expense at or before the time Licensor makes such replacement, relocation or change in Licensor's facilities.
- 4.9 If Licensee fails to make the necessary rearrangements or transfers of Licensee's attachments concurrently with the Licensor's time schedule, Licensor shall have the right, but not

the duty, to perform such rearrangements or transfers. In such event the Licensee shall pay to Licensor a fixed fee of \$10.00 for each rearrangement or transfer.

- 4.10 Licensor shall not be liable for any loss or damage to the Licensee's attachment or the system of which they may be a part, including the loss of, or interference with the service or use of said attachments or system, by reason of performing any of the work of rearranging or transferring such attachments or the manner in which such work is performed.
- 4.11 In no event, however, shall Licensor transfer Licensee's amplifier cabinets, power supplies or distribution cabinets. In addition, any attachment of Licensee that requires splicing in order to be transferred shall be made by Licensee.
- 4.12 If Licensor is required to return to the work site to remove the old pole as a result of Licensee's failure to rearrange or transfer such apparatus at the time of the scheduled work, Licensee shall pay to Licensor a fixed fee of \$100.00 per pole to cover the cost of returning to the site to remove the said pole or poles.
- 4.13 Section 4.12 may be waived by Licensor if Licensee is at the work site with the Licensor but is unable to perform said rearrangements or transfers, through no fault of Licensee.

### ARTICLE 5

## Specifications and Safety of Attachments

- 5.1 The specifications and safety requirements contained herein shall apply to all attachments made by Licensee pursuant to this Agreement and shall remain in effect until such time as a change in said specifications and/or safety requirements are deemed necessary by Licensor. In the event changes are made to such specifications and/or safety requirements they shall be issued by Licensor to Licensee and when issued shall form a part of this Agreement.
- 5.2 All work undertaken under this Agreement shall be performed in accordance with the following:
  - (a) The latest revision of the National Electric Safety
    Code, including all current and future supplements,
    as well as the National Electrical Code where applicable;
  - (b) The practices and specifications of the Licensor, attached hereto as "Exhibit IV";
  - (c) All applicable rules and regulations of federal, state and local agencies having jurisdiction in the matter.
- 5.3 All attachments shall be made and maintained in good repair at Licensee's sole cost and expense in accordance with the specifications as set forth in this Article, and in a place and manner satisfactory to the Licensor.

- 5.4 Licensee agrees that during the construction, maintenance and operation of Licensee's cables, equipment and devices, Licensee shall take the necessary precautions (whether said precautions are a result of the methods in which Licensee performs said work or the utilization of tools and/or devices during the performance of said work) to protect all persons (including employees of Licensee) and property against injury or damages that may result from Licensee's attachments to Licensor's poles. It shall be the sole responsibility of Licensee to properly instruct and train its employees as to the necessary precautions to be taken by Licensee's employees during the construction, maintenance and operation of Licensee's cables, equipment and devices on Licensor's poles. Licensor shall not be considered in any way responsible for the adequacy or inadequacy of such instruction or training nor the adequacy or inadequacy of such precautions.
- 5.5 Each attachment shall be made, repaired, maintained and removed in a safe and workmanlike manner, preserving clear pole climbing space and sufficient clearance between all wires and cables so as not to interfere with the serviceability, maintenance, repair and replacement of Licensor's wires and equipment.
- 5.6 Upon receipt of written notice from Licensor that any attachment made pursuant to this Agreement interferes with Licensor's property or endangers its employees, or conflicts with Licensor's use of said poles, Licensee shall, at its own cost and expense, alter, rearrange, improve, renew or repair said attachment

in such a manner as Licensor may direct. In the event of an emergency or failure to comply with written notice from Licensor within an agreed upon period of time, the Licensor may alter, rearrange, improve, renew or repair the facilities placed on said poles by Licensee, transfer them to substituted poles or perform any other work in connection with said facilities as may be required in the maintenance, replacement, removal or relocation of said poles, the facilities thereon, or for the service needs of Licensor, and Licensee shall, upon demand, reimburse Licensor for the expense thereby incurred.

## ARTICLE 6

## Attachment Fees

- 6.1 Effective January 1, 1978 Licensee agrees to pay Licensor, in advance, an annual attachment fee of \$5.00 per attachment per pole for each attachment made pursuant to this Agreement. This attachment fee shall remain in effect until such time as a change in the attachment fee is deemed necessary by Licensor. In the event a change is made in the attachment fee, Licensor shall notify Licensee of such change in writing at least 120 days prior to the proposed effective date of such change.
- 6.2 If as a result of a field inventory survey, Licensor determines that Licensee has made attachments to poles of Licensor without the prior written approval of Licensor, Licensee agrees to pay to Licensor its costs of making said field inventory survey at

the agreed rate of \$10.00 for each unauthorized attachment. Licensee also agrees to pay to Licensor, annual attachment fees for such unauthorized attachments for the period from the date of the last field inventory survey to the date the unauthorized attachments were discovered or for a period of three years, whichever is less.

- 6.3 Should any license be terminated by Licensor without any breach of covenant on the part of Licensee before the expiration of any full year or part thereof for which the attachment fee herein provided shall have been paid, then and not otherwise, Licensor shall refund to Licensee such part of said attachment fee as will correspond to the unexpired portion of such year.
- 6.4 The annual attachment fee shall be payable in equal quarterly installments. The first such installment will be due on or before thirty (30) days of the invoice date and the remaining installments will be due on or before 90, 180 and 270 days of the invoice date.

#### ARTICLE 7

## Rights of Property

Nothing herein contained shall be construed to confer upon Licensee any rights of property in Licensor's said poles, or to compel Licensor to maintain said poles longer than its business requires, or as a guarantee to Licensee of permission from municipal or other governmental authority to place or maintain its attachments on said poles, or the right or permission to sublet space on Licensor's poles to others.

### ARTICLE 8

## Enforcement of Agreement

Failure of Licensor to enforce or insist upon compliance with any of the terms or conditions of this Agreement or any other items and conditions incorporated in any license issued hereunder, shall not constitute a waiver or relinquishment by Licensor of any of said rights or conditions.

### ARTICLE 9

## Interruption to Licensee's Service

Licensor shall not be liable to the Licensee for any delay, interruption to or interference, electrical or otherwise, with the Licensee's business or with the operation of its facilities caused by facilities or electric phenomenon of Licensor or any other cause, or for any claim for loss, cost, damage or expense incurred by the Licensee or any of its customers or employees, and the Licensee shall indemnify and save harmless Licensor from all such claims.

## ARTICLE 10

## Governmental, Municipal and Private Right of Way

The Licensee shall, at its own expense, secure any and all consents, franchises, certificates of approval and permits which may be now or hereafter required from any governmental agencies, federal, state or municipal, and from property owners

for or in connection with the placing, maintaining, renewing, operating, replacing and removing of its attachments on any pole or poles of Licensor for which a license has been granted. Licensee shall at all times comply with all applicable laws, ordinances, rules and regulations pertaining to the placement, maintenance, operation or removal of its attachments. Upon the request of the Licensor the Licensee shall submit proof satisfactory to the Licensor that any or all of the foregoing have been obtained or accomplished before the Licensee's attachments are placed on said poles. In granting a license, Licensor makes no representation or warranty that Licensee may place its attachments on the pole or poles covered by a license without obtaining the consent of the municipality or property owners affected and makes no representation or warranty that any such consent is valid and sufficient; Licensee agrees to indemnify and save harmless and protect the Licensor from any loss or expense which Licensor may incur as a result of Licensee's failure to comply with the provisions of this Article 10.

## ARTICLE 11

## Liability

Licensee shall indemnify and save harmless Licensor from and against any and all losses resulting from injury or damage to persons or property, including injuries to the employees or damage to the property of Licensor or Licensee, arising out of, resulting from or in any manner caused by the presence, use or maintenance of said attachments on said poles, or by the acts or omissions of Licensee's agents or employees while engaged in the work of placing, maintaining or renewing said attachments on said poles or of removing them therefrom, and such loss shall include all costs, charges, expenses and attorney's fees reasonably incurred in connection with such injury or damage and also any payments made by Licensor to its injured employees, or to their relatives or representatives, in conformity with the provisions of any workmen's compensation act or any act creating a liability in the employer to pay compensation for personal injury to an employee by accident in the course of employment, whether based on negligence on the part of the employer or not.

## ARTICLE 12

## Insurance

The Licensee shall furnish proof of the following coverages, using the form hereto attached and made a part of, listed as "Exhibit V", on policies written with insurers acceptable to Licensor. Such certificates shall provide that there will be ninety (90) days written notice given to Licensor of any change in or cancellation of any policy certificates upon which a copy of policy is required of Licensee by this section of this Agreement. All coverages required of Licensee shall be in full force and effect during Licensee's performance of this Agreement.

All policies shall be written on an occurrence basis and

shall include (except 1 under <u>Type of Coverage</u>) PENNSYLVANIA POWER & LIGHT COMPANY as an Additional Insured. Policies shall contain endorsement (if terminology is not printed form) that Licensee policies shall be primary in all instances regardless of what, if any, like coverages are carried by PENNSYLVANIA POWER & LIGHT COMPANY.

All policies shall be subject to acceptance by the Licensor.

Licensee liability is not limited to the amount of insurance coverage required in this section of this Agreement.

#### TYPE OF COVERAGE

## LIMITS OF LIABILITY

1. Workmen's Compensation Employer's Liability

Statutory \$100,000

2. Comprehensive General Liability

Bodily Injury Property Damage \$200,000 Per Occurrence 100,000 Per Occurrence

Including but not limited to the following with same above limit of liability for Bodily Injury and Property Damage.

- (a) Contractual Liability
- (b) Contingent Liability (if subcontractors are to be used)
- (c) Owner Contractors Protective Liability (if subcontractors are to be used)
- (d) Broad Form Care, Custody and Control (if work performed on PP&L property)
- 3. Comprehensive Vehicle Liability

Said coverage shall cover all licensed or unlicensed vehicles and/or automotive

## TYPE OF COVERAGE

## LIMITS OF LIABILITY

equipment owned, leased or rented when used in connection with performance of this contract.

Bodily Injury

Property Damage

\$100,000 Per Person 300,000 Per Occurrence

100,000 Per Occurrence

## ARTICLE 13

## Bonding

The Licensee may at any time during the term of this
Agreement be required to furnish a bond naming Licensor as obligee
of such bond or other satisfactory evidence of financial security
naming Licensor as Power of Attorney and beneficiary of said security, in such amount as Licensor from time to time may require.
Said security shall guarantee the payment of any sum which may become due to Licensor for fees due hereunder or charges for work performed for the benefit of Licensee's facilities upon termination of
this Agreement or upon termination of any license issued hereunder.
"Exhibit VI" hereto attached and made a part hereof is a form of
bond acceptable to Licensor if bonding is required of Licensee.

## ARTICLE 14

## Assignment of Rights

14.1 Licensee shall not assign or transfer this Agreement or any authorization granted hereunder, and this Agreement shall not inure to the benefit of Licensee's successors, without the

EML

Y38-1356

Faulette Knisely
Contracts and Billing Coordinator

PPL Electric Utilities
Two North Ninth Street GENN4
Allentown, PA 18101-1179
Tel. 610,774,7145 Fax 610,774,6388
e-mail: pknisely@pptweb.com



NOV - 1 2005

October 30, 2006

Commuter Cable Television Mr. Tlm Criswell 513 Jordan Avenue Montoursville, PA 17754

Dear Mr. Criswell:

The current pole attachment agreement between our companies dated January 1, 1991 provides under Article 6, Section 6.1 that in the event a change is made in the attachment fee, PPL Electric Utilities shall notify your company of such change in writing prior to the effective date of the charge.

Therefore, please be advised that effective January 1, 2007, the annual pole attachment fee will be adjusted from \$8.62 per attachment to \$9.22 per attachment. The adjusted fee is within the percentage increase defined in Article 6, Section 6.1. It is also in line with the lawful pole attachment rate according to the formula promulgated by the Federal Communications Commission.

PPL Electric Utilities will issue one invoice each quarter as they did in 2006. Pole attachment details will be included with your invoice for the first quarter.

Please retain this letter with your executed copy of the pole attachment agreement since this letter constitutes a supplement effective January 1, 2007 to said agreement for the adjustment in the annual attachment fee.

Sincerely,

Paulette Knisely

Contracts and Billing Coordinator

CATV/Billing/2007/Rate Letter



COMPANY, INC.
MR. TERRY HUGHES
1842 HAYES AVENUE
WILLIMSPORT PA 17701

REFER ALL UIRIES TO 610-774-7145

PLEASE REL TO THIS NUMBER WHEN CALLING OR WRITING: M90166079 - 003

ITEM	DESCRIPTION	AMOUNT
1	RENT FOR ATTACHMENTS: CABLE TV  PERIOD COVERED 1/01/2007 TO 3/31/2007  TOTAL AMOUNT DUE:	1,936.20
	DUE BY 2/01/2007 1,936.20	
	Z-Z-07 LIC 3543	Cogan Static
	TERMS: AS STATED ABOVE, OR NET 30 DAYS	

M90166079 - 003 INVOICE NUMBER

12/07/06 INVOICE DATE OS.JEP,I TKUOMA JATOT

PPL ELECTRIC UTILITIES CORP.
TWO NORTH NINTH STREET, ALLENTOWN, PA 18101-1179
FED. I.D. 230959590

844000000000041

# EXHIBIT 3

## Cahill Gordon & Reindel Llp Eighty Pine Street New York, NY 10005-1702

LOYO ABRAMS .. HOWARD ADAMS ROBERT A. ALESSI IELENE R. BANKS WIRUDH BANSAL ANDIS C. BEST BRADLEY J. BONDI **SUSAN BUCKLEY** KEVIN J. BURKE IAMES J. CLARK BENJAMIN J. COHEN SEAN M. DAVIS STUART G. DOWNING DAM M. DWORKIN INASTASIA EFIMOVA ENNIFER B. EZRING IOAN MURTAGH FRANKEL IONATHAN J. FRANKEL

BART FRIEDMAN CIRO A GAMBONI CHARLES A. GILMAN JASON M. HALL WILLIAM M. HARTNETT CRAIG M. HOROWITZ DOUGLAS S. HOROWITZ TIMOTHY B. HOWELL DAVID G. JANUSZEWSKI ELAI KATZ THOMAS J. KAVALER BRIAN S. KELLEHER DAVID N. KELLEY RICHARD KELLY CHÉRIE R. KISER\* EDWARD P. KRUGMAN JOEL KURTZBERG MARC R. LASHBROOK

TELEPHONE: (212) 701-3000 WWW.CAHILL.COM

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CAHILL GORDON & REINDEL (UK) LLP 24 MONUMENT STREET LONDON EC3R BAJ +44 (0)20 7920 9800

> 202-862-8950 ckiser@cahill.com

ALIZA R. LEVINE JOEL H. LEVITIN GEOFFREY E. LIEBMANN ANN S. MAKICH JONATHAN I. MARK BRIAN T. MARKLEY WILLIAM J. MILLER NOAH B. NEWITZ MICHAEL J. OHLER ATHY A. O'KEEFFE DAVID R. OWEN JOHN PAPACHRISTOS LUIS R. PENALVER KIMBERLY PETILLO-DÉCOSSARD MICHAEL W. REDDY JAMES ROBINSON THORN ROSENTHAL TAMMY L. ROY

JONATHAN A. SCHAFFZIN JOHN SCHUSTER MICHAEL A. SHERMAN DARREN SILVER HOWARD G. SLOANE JOSIAH M. SLOTNICK RICHARD A. STIEGLITZ JR. SUSANNA M. SUH ANTHONY K. TAMA JONATHAN D. THIER JOHN A. TRIPODORO GLENN J. WALDRIP, JR. HERBERT S. WASHER MICHAEL B. WEISS S. PENNY WINDLE DAVID WISHENGRAD COREY WRIGHT JOSHUA M. ZELIG DANIEL J. ZUBKOFF

ADMITTED IN DC ONLY

March 17, 2016

### VIA E-MAIL

Thomas B. Magee, Esq. Keller & Heckman LLP 1001 G Street, NW Suite 500 West Washington, DC 20001

Re: Pennsylvania Power & Light Invoices

#### Dear Thomas:

We understand you and Pennsylvania Power & Light (PPL) have had conversations with representatives of Zito Media, LLC concerning unpaid invoices associated with certain cancelled Zito Canton, LLC pole attachment applications. This letter is to memorialize the Company's position regarding the disputed invoices. As Zito explained, those applications were not handled consistent with the timeline and processing requirements established by the Federal Communications Commission (FCC) for pole attachments, and Zito subsequently cancelled the applications before receiving a response from PPL as to whether the requested access would be granted or denied. The invoiced charges for these cancelled pole attachment applications are unjust and unreasonable and Zito requests PPL reduce the billed amounts. In support of this request, Zito provides the following:

First, under the FCC's pole attachment timeline, a utility has 45 days from receipt of an application to complete the survey and provide a response to the requesting attacher (subject to the size of the order and other factors). See 47 C.F.R. §§ 1.1403(b), 1.1420(c). Part of the survey process includes an engineering analysis by the utility. See Implementation of Section 224 of the Act, 26 FCC Rcd 5240, ¶ 24 (2011). PPL did not meet the required 45-day deadline (or even an extended 60-day deadline for a larger pole order) for any of Zito's applications, and in most cases PPL did not respond for more than 150 days after Zito submitted an application.

Given's PPL's significant delay in responding to Zito's pole attachment applications, Zito was well within its rights to cancel the applications.

Second, PPL's charges for surveys and engineering must be just and reasonable, and reflect only PPL's actual costs of any necessary engineering surveys. See, e.g., Texas Cable & Telecommunications Association, et al. v. Entergy Services, Inc., 14 FCC Rcd 9138, ¶¶ 6-10 (1999). Survey work must be completed at a competitive rate consistent with the nature of the work actually done. See, e.g., Mile Hi Cable Partners, L.P. et al. v. Public Service Company of Colorado, 15 FCC Rcd 11450, ¶¶ 8-9 (2000) (subsequent history omitted). PPL's invoices are significantly higher than other utilities' charges for engineering surveys.

Third, the PPL invoices pertain to more than engineering surveys. The invoices state the charges are for "Make Ready – Engineering" or "Make Ready – Construction." Utilities are required to provide detailed invoices in advance of make-ready work. See, e.g., Salsgiver Communications, Inc. v. North Pittsburgh Telephone Company, 22 FCC Red 20536, ¶ 22 (2007). Zito is not required to commit to make-ready costs in an unspecified amount, with no opportunity to review them in advance. Zito must be provided an opportunity to review a cost estimate before incurring a make-ready cost, and that estimate must provide a reasonable amount of information sufficient to substantiate the make-ready charges. See, e.g., Knology, Inc. v. Georgia Power Company, 18 FCC Red 25615, ¶ 61 (2003). The invoices from PPL do not provide any detail regarding the charges, and were not provided to Zito for review in advance of the work being completed.

Please review this information and the disputed invoices with PPL, and let's schedule a call for next week to discuss adjustments to the invoices to resolve this matter.

Best regards,

Isl Chérie R. Kiser

Chérie R. Kiser

cc: Colin Higgin, Vice President

## EXHIBIT 4

## CAHILL GORDON & REINDEL LLP

## EIGHTY PINE STREET NEW YORK, NY 10005-1702

LOYD ABRAMS . HOWARD ADAMS OBERT A. ALESSI ELENE R. BANKS NIRUDH BANSAL AVID L. BARASH ANDIS C. BEST RADLEY J. BONDI USAN BUCKLEY EVIN J. BURKE AMES J. CLARK ENJAMIN J. COHEN EAN M. DAVIS TUART G. DOWNING DAM M. DWORKIN NASTASIA EFIMOVA ENNIFER B. FZRING OAN MURTAGH FRANKFI ONATHAN J. FRANKEL

BART FRIEDMAN PIERRE M. GENTIN CHARLES A. GILMAN JASON M. HALL WILLIAM M. HARTNETT CRAIG M. HOROWITZ DOUGLAS S. HOROWITZ TIMOTHY B. HOWELL DAVID G. JANUSZEWSKI ELAI KATZ THOMAS J. KAVALER BRIAN S. KELLEHER DAVID N. KELLEY RICHARD KELLY CHÉRIE R. KISER\* EDWARD P. KRUGMAN JOEL KURTZBERG TED B. LACEY MARC R. LASHBROOK

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WRITER'S DIRECT NUMBER

202-862-8950

ALIZA R. LEVINE JOEL H. LEVITIN GEOFFREY F LIFBMANN ANN S. MAKICH JONATHAN I. MARK BRIAN T. MARKLEY WILLIAM J. MILLER NOAH B. NEWITZ MICHAEL J. OHLER DAVID R. OWEN JOHN PAPACHRISTOS LUIS R. PENALVER KIMBERLY PETIL LO-DÉCOSSARD MICHAEL W. REDDY OLEG REZZY JAMES ROBINSON THORN ROSENTHAL TAMMY L. ROY

JONATHAN A. SCHAFFZIN JOHN SCHUSTER MICHAEL A. SHERMAN DARREN SILVER JOSIAH M. SLOTNICK RICHARD A. STIEGLITZ JR. SUSANNA M. SUH ANTHONY K. TAMA JONATHAN D. THIER JOHN A. TRIPODORO GLENN J. WALDRIP JR. HERBERT S. WASHER MICHAEL B. WEISS S. PENNY WINDLE DAVID WISHENGRAD COREY WRIGHT JOSHUA M. ZELIG DANIEL J. ZUBKOFF

ADMITTED IN DC ONLY

May 17, 2016

### VIA ELECTRONIC MAIL

Thomas B. Magee Keller & Heckman LLP 1001 G Street, NW Suite 500 West Washington, DC 20001

Re: PPL Invoices to Zito Canton, LLC

#### Dear Thomas:

This responds to your letter of April 5, 2016. Zito Canton, LLC (Zito) appreciates Pennsylvania Power & Light's (PPL) willingness to discuss the disputed invoices associated with certain cancelled pole attachment applications. Zito values it long relationship with PPL and its wants to resolve the disputed invoices in a manner consistent with Federal Communications Commission (FCC) regulations. Such resolution, however, does not require Zito to first pay the disputed invoices and then seek refunds, pay invoices for make-ready work where no estimates have been provided, or accept unreasonable survey and engineering charges that do not reflect only PPL's actual cost of necessary engineering survey expenses to fulfill Zito's attachment applications.

First, Zito is under no obligation to pay for make-ready work when it was not given a cost estimate of the work to be performed. Your letter ignores the unambiguous Federal Communications Commission (FCC) rules that a utility "present to a cable operator or telecommunications carrier an estimate of charges to perform all necessary make-ready work." See 47 C.F.R. § 1.1420(d) (emphasis added). It is "unreasonable" to require Zito to "commit[] to costs in an unspecified amount, with no opportunity to review them in advance." See Salsgiver Communications, Inc. v. North Pittsburgh Telephone Company, 22 FCC Rcd 20536, ¶ 22 (2007); see

also Petition of WorldCom, Inc. Pursuant to Section 252(e)(5) of the Communications Act for Preemption of the Jurisdiction of the Virginia State Corporation Commission Regarding Interconnection Disputes with Verizon Virginia Inc., and For Expedited Arbitration, 17 FCC Rcd 27039, ¶ 761 (2002) (finding it reasonable for Verizon to provide a cost estimate and other detailed information for make-ready work). A utility has "an obligation to provide a reasonable amount of information sufficient to substantiate its make-ready charges." See Knology, Inc. v. Georgia Power Company, 18 FCC Rcd 24615, ¶ 61 (2003). PPL failed to provide the required estimate, and has provided no information to substantiate the make-ready engineering invoices.

Second, Zito's decision to cancel its applications was not based on the "expense" of the pole attachments as you suggest, but rather on PPL's significant delay in responding to Zito's pole attachment applications. Zito was well within its rights to cancel the applications given that PPL did not meet the required 45-day deadline (or even an extended 60-day deadline for a larger pole order) for any of Zito's applications, see 47 C.F.R. §§ 1.1403(b), 1.1420(c), and in most cases PPL did not respond for more than 150 days after Zito submitted an application. Further, there was no obligation for Zito to hire a PPL-approved contractor. As the FCC's rule states, a cable operator or telecommunications carrier may hire a contractor. See 47 C.F.R. § 1.1420(i). In this case, Zito exercised its option to cancel its pole attachment applications rather than hire a contractor.

Third, under the FCC's timeline for pole attachments, the survey stage is the period during which "the pole owner conducts an engineering study to determine whether and where attachment is feasible, and what make-ready is required." See Implementation of Section 224 of the Act, 26 FCC Rcd 5240, ¶ 22 (2011). Survey and engineering charges must be just and reasonable, and reflect only PPL's "actual cost of necessary engineering survey expenses." See Texas Cable & Telecommunications Association, et al. v. Entergy Services, Inc., 14 FCC Rcd 9138, ¶ 6-10 (1999). Survey and other charges should not include "expenses for which the utility has been reimbursed through the annual fee." See id. ¶ 5. "Survey work should be done at a competitive rate in consonance with the nature of the work to be done." See Mile Hi Cable Partners, L.P. et al. v. Public Service Company of Colorado, 15 FCC Rcd 11450, ¶¶ 8-9 (2000) (subsequent history omitted). Further, if the survey benefits PPL or other attachers to the pole, the survey cost cannot be borne solely by Zito. See id. ("The cost of an inspection of pole attachments should be borne solely by the cable company only if the cable attachments are the sole attachments inspected and there is nothing in the inspection to benefit the utility or other attachers to the pole.").

The amounts invoiced to Zito include unreasonable survey and engineering charges far beyond what was necessary to determine whether and where Zito's attachments were feasible. It appears PPL's contractor engaged in excessive engineering for the benefit of PPL at Zito's expense. This engineering included multiple photos of each pole, surrounding area, adjacent mid-spans, as well as mapping each pole onto a Google earth-like interactive map, which is uploaded to a PPL portal site (designed by its contractor for PPL) with electronic profiles of the poles, including metadata such as GPS coordinates, etc. This excessive engineering was for the primary benefit of PPL, all other attachers, and serves to upgrade PPL's outside plant database assets. It is unjust and unreasonable to expect Zito alone to bear the entire scope of these "platinum" standard survey and

engineering expenses, which clearly were intended to upgrade PPL's outside pole plant to a hightech, digital mapping system.

Finally, Zito is under no obligation to pay the disputed invoices and then seek a refund. The two FCC decisions you cite are not applicable to Zito's situation. Those cases concern entities that were seeking stays to remain on poles and/or maintain their pole attachment agreements. In both cases, the FCC determined that the complainants were not entitled to the stay requested because they could not demonstrate irreparable harm given their ability to pay the disputed amounts and later seek a refund. Neither decision supports your assertion that Zito is required to pay for make-ready work that Zito did not authorize via the FCC-required estimate process, to pay for pole attachment applications that Zito cancelled due to PPL's failure to comply with FCC-required timelines, or to pay excessive survey and engineering charges not related to Zito's applications.

Zito remains willing to discuss a reasonable settlement of the disputed amounts in line with just and reasonable charges reflecting only PPL's actual cost of *necessary* engineering survey expenses that are consistent with the responsibilities and obligations of PPL. Zito asks PPL to review the disputed invoices in light of the well-established FCC requirements for such charges.

Best regards,

Chérie R. Kiser

Chérie R. Kiser

cc: Colin Higgin

In addition, contrary to PPL's actions here, the Salsgiver Letter Order supports Zito's position. In it, the FCC considered it important to note that the utility provided an estimate for the make-ready work to the Complainant. This utility, your client, clearly understood that FCC rules require the utility to provide an estimate of make-ready costs to the applicant seeking attachment. This no doubt bolstered the utility's case and was referenced by the FCC because of its rule that an estimate must be provided. File No. EB-14-MD-005, Salsgiver Telecom, Inc. for Temporary Stay Pursuant to Section 1.1403(d) of the Federal Communications Commission Rules, Letter from Lisa B. Griffin, Enforcement Bureau, FCC, to Edward A. Yorkgitis, Jr., Counsel for Salsgiver Telecom, Inc., and Thomas B. Magee, Counsel for Pennsylvania Electric Company (dated Apr. 4, 2014).

# EXHIBIT 5

From: Colin Higgin [mailto:colin.higgin@zitomedia.com]

Sent: Thursday, May 19, 2016 9:38 AM

To: 'Kelly Ragosta'; 'James Rigas'; 'Gerry Kane'; 'rjyanek@pplweb.com'; 'jesilverio@pplweb.com'

Cc: 'joe.laubach@zitomedia.com'

Subject: RE: Zito Outstanding Invoices - Notification from PPL

## Ryan

This responds to your notice below that PPL will not be processing any new pole attachment applications from Zito, including those applications for which Zito has made payment, due to the parties' billing dispute, which you allege poses safety, reliability, and engineering concerns.

As you are aware, Zito has disputed the excessive charges associated with certain PPL invoices related to Zito's cancelled pole attachment applications. Zito has detailed its concerns to PPL's attorneys in correspondence dated March 17, 2016 and May 17, 2016.

Under the Communications Act and the FCC's rules, a utility may only deny access to poles "where there is insufficient capacity and for reasons of safety, reliability and generally applicable engineering purposes." 47 U.S.C. § 224(f)(2). "Where a utility denies any request for access, the utility must explain its reasons for doing so within 45 days, in writing, with specificity, and with all supporting evidence and information, and also must explain how the information and evidence relate to insufficient capacity, safety, reliability or engineering purposes." 2011 Pole Attachment Order ¶ 48; see also 47 C.F.R. § 1.1403(a), (b). Your email is the first suggestion of any safety, reliability or engineering issues, and provides no supporting evidence or information.

The current billing dispute between the parties does not involve safety, reliability, or engineering issues. The dispute has no effect on the "safe and reliable provision of utility services." The underlying intent of the rule is to impose a limitation on the denial of access to poles, which is not present with respect to Zito's pending applications. Local Competition Order ¶ 1158. PPL has no right to deny Zito access based on PPL's claim of "Safety, Reliability and Engineering reasons."

Further, PPL cannot "condition access on payment of a disputed claim." The FCC has been clear, "[d]ebt collection is not permissible grounds for denial of access." *Kansas City Cable Partners*, 14 FCC Rcd 11599, ¶ 18 (1999). Any other result would leave Zito at the mercy of PPL given PPL's "local monopoly in ownership or control of poles" and "exclusive control over access to pole lines." *2011 Pole Attachment Order* ¶ 4. PPL has received payment from Zito for certain pole applications, and is now required to move forward with the processing of those applications. PPL "is protected as it has in hand a tendered payment for its costs. . . [Zit]o has paid the estimated cost, [PPL] must proceed." *Kansas City Cable Partners*, 14 FCC Rcd 11599, ¶ 17 (1999). PPL also remains subject to the FCC's timeline for processing pole attachment applications. 47 C.F.R. § 1.1420.

Finally, Zito reiterates that it is under no obligation to pay the disputed amounts, and then seek a refund either from PPL or via the FCC complaint process. The FCC directs parties "to make every effort to settle their disputes informally before instituting formal processes at the Commission." 2011 Pole Attachment Order ¶ 98. In this regard, the FCC's rules require "executive-level discussions" – "discussions among representatives of the parties who have sufficient authority to make binding decisions on behalf of the company they represent regarding the subject matter of the discussions." 2011 Pole Attachment Order ¶ 100; 47 C.F.R. § 1.1404(k). PPL's refusal to engage in discussions with Zito regarding the disputed invoices violates the FCC's rules and stated preference that parties "engage in serious efforts to resolve disputes prior to the initiation of litigation." 2011 Pole Attachment Order ¶ 98.

Zito expects that its pending applications will be processed consistent with FCC requirements, and reiterates its request that PPL re-examine the disputed invoices in light of the concerns raised by Zito in its correspondence of May 17, 2016.

Thanks
Colin Higgin
Vice President and General Counsel
Zito Canton, LLC
814-260-9588

# EXHIBIT 6

From: Kiser, Chérie R. [mailto:CKiser@cahill.com]

Sent: Friday, June 03, 2016 12:02 PM

To: Magee, Thomas

Cc: Yanek, Ryan J (RJYanek@pplweb.com); Silverio, Jose E (JESilverio@pplweb.com); Shafer, Michael J

(MJShafer@pplweb.com); Colin Higgin (colin.higgin@zitomedia.com)

Subject: RE: Zito and PPL

Tom:

Thank you for your recent response.

Zito would like to schedule an executive-level conference call to discuss the disputed invoices for Monday, June 6, 2016, between 10:30 and 3:00. Please let us know what time would work best for you and PPL.

We also did not receive the information to which you refer in your letter that explains and substantiates PPL's make-ready engineering and survey costs. Could you please forward it.

Please also confirm that PPL is processing the Zito applications for which it received payment per the FCC's timeline for pole attachment applications.

Best regards,

Chérie

## EXHIBIT 7

From:

Kiser, Chérie R.

Sent:

Thursday, June 09, 2016 3:21 PM

To:

Magee, Thomas

Cc:

Yanek, Ryan J (RJYanek@pplweb.com); Silverio, Jose E (JESilverio@pplweb.com); Shafer,

Michael J (MJShafer@pplweb.com); Colin Higgin (colin.higgin@zitomedia.com)

Subject:

RE: Zito and PPL

Tom:

Thank you for your response.

Zito remains committed to resolving the disputed invoices for the cancelled applications. As a show of good faith regarding the disputed amounts, Zito is sending today a check for \$50,000.00. It has never been Zito's position that it owes nothing, but rather that the amounts charged are excessive and unreasonable. The information you provided regarding these deputed invoices in your May 26, 2016 letter does not address Zito's concerns. Zito would welcome a call next Monday or Tuesday to discuss the disputed invoices further if PPL is available.

In light of PPL's decision to continue to refuse to process Zito's pole attachment applications, Zito has resolved that its only recourse appears to be to seek assistance from the Federal Communications Commission Market Disputes Resolution Division. PPL's decision to stop processing Zito's pole attachment applications, including those for which PPL has issued invoices and Zito has paid is unlawful and harmful to Zito's business operations.

Please let us know if PPL is willing to discuss the issues regarding the disputed invoices.

Best regards,

Chérie